FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, D.C. 20426

June 11, 2007

In Reply Refer To: Arkansas Oklahoma Gas Corporation Docket No. PR07-8-000

Arkansas Oklahoma Gas Corporation 115 North 12th Street Fort Smith, AR 72917-7004

Attention: Michael J. Callan, General Counsel

Reference: Petition for Rate Approval

Dear Mr. Callan:

1. On January 16, 2007, you submitted for filing, on behalf of Arkansas Oklahoma Gas Corporation (AOG) a petition for rate approval, pursuant to sections 284.123(b)(2) and 284.224(e)(1) of the Commission's regulations. AOG proposes to establish a maximum interruptible transportation rate of \$0.1502 per MMBtu, plus 2.87 percent for lost and unaccounted for gas (LAUG) for services performed under its Order No. 63 blanket certificate.

- 2. Based upon our review of the petition, the Commission finds AOG's proposed interruptible transportation rate and LAUG percentage to be fair and equitable and not in excess of an amount which an interstate pipeline would be permitted to charge for comparable service. Therefore, AOG's rate petition is accepted and approved, effective January 16, 2007, subject to the condition noted below.
- 3. AOG must file on or before January 16, 2010, cost and throughput data and other information sufficient to allow the Commission to determine whether any change in AOG's rate pursuant to NGA section 5, which would apply prospectively, should be ordered. This cost and throughput data should be in the form specified in section 154.313

¹ 18 C.F.R. §§ 284.123(b)(2) and 284.224(e)(1) (2006).

of the Commission's regulations.² In addition, this letter order does not relieve AOG from complying with the filing requirements under Part 284 of the Commission's regulations, 18 C.F.R. §§ 284.1, *et seq.* (2006).

4. Public notice of AOG's filing was issued January 26, 2007, providing for interventions and protests to be filed by February 12, 2007. Pursuant to Rule 214 (18 C.F.R. § 385.214 (2006)), all timely filed motions to intervene and any motion to intervene out-of-time filed before the issuance date of this order are granted. Granting late intervention at this stage of the proceeding will not disrupt the proceeding or place additional burdens on existing parties. No protests or adverse comments were filed.

By direction of the Commission.

Kimberly D. Bose, Secretary.

² 18 C.F.R. § 154.313 (2006).